

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3883-01
Bill No.: HJR 49
Subject: Constitutional Amendments: State Departments
Type: Original
Date: March 1, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
General Revenue	(\$34,710)	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds	(\$34,710)	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Office of the State Treasurer** and the **Department of Revenue** stated that the proposal would have no direct effect on their agencies.

Officials of the **Office of Administration - Division of Budget and Planning** stated that the proposal would change the total state revenue (TSR) and change how Division staff calculates the limit.

Officials calculate that the proposal would increase the projected TSR limit by \$1,720,870,000 for FY 2005, by \$1,798,310,000 for FY 2006, and \$1,879,230,000 for FY 2007. (NOTE: This would not affect any actual collections for any source of state funds.)

<u>Current TSR Limit Calculation</u>	FY 2005	FY 2006	FY 2007
MO Personal Income	\$172,087,000,000	\$179,831,000,000	\$187,923,000,000
Base Ratio	.056395	.056395	.056395
TSR Limit	\$9,704,846,365	\$10,141,569,245	\$10,597,917,585
<u>Revised TSR Limit Calculation</u>	FY 2005	FY 2006	FY 2007
MO Personal Income	\$172,087,000,000	\$179,831,000,000	\$187,923,000,000
Base Ratio	.066395	.066395	.066395
TSR Limit	\$11,425,716,365	\$11,939,879,245	\$12,477,147,585
Difference	<u>\$1,720,870,000</u>	<u>\$1,798,310,000</u>	<u>\$1,879,230,000</u>
PI Growth Assumption	4.60%	4.50%	4.50%

Advertisement costs for the proposal would be \$3,471 per newspaper column inch for three printings of the text of the proposal, the introduction, title, fiscal note summary, and affidavit. The proposal would be on the ballot for the November 2002 general election.

<u>FISCAL IMPACT - State Government</u>	FY 2003	FY 2004	FY 2005
<u>Cost to General Revenue Fund</u>			
<u>Secretary of State</u>			
Newspaper Advertisements	<u>(\$34,710)</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2003	FY 2004	FY 2005
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

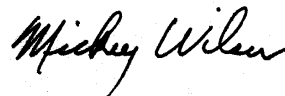
DESCRIPTION

This proposal would, beginning with FY 2005, expand the ratio which is multiplied by the personal income of Missouri in determining the revenue limit established by Article X of the constitution by one one-hundredth.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space. This legislation would affect Total State Revenue.

SOURCES OF INFORMATION

Office of Administration - Division of Budget and Planning
Department of Revenue
Office of the State Treasurer
Secretary of State



Mickey Wilson, CPA
Acting Director
March 1, 2002